STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:			
	CASE NO. 12693		:
APPLICATION OF MCELVAIN OIL & GAS PROPERTIES, INC. FOR COMPULSORY POOLING,		÷. 09	<u>(</u>) (), (),

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Holland & Hart LLP and Campbell & Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Michael H. Feldewert, Esq.

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McElvain Oil & Gas Properties, Inc. 1050 17th Street, Suite 1800 Denver, Colorado 80265 (303) 893-0933

RIO ARRIBA COUNTY, NEW MEXICO.

OTHER PARTIES

Noseco Corporation

Gavilan Dome Properties

Mesa Grande Limited Partnership

Mesa Grande Resources

Santa Fe, New Mexico 87504-2208 (505) 988-4421 <u>ATTORNEY</u>

Holland & Hart LLP and Campbell & Carr

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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests in all formations from the base of the Pictured Cliffs formation to the base of the Mesaverde formation in the E/2 of Section 5, Township 25 North, Range 2 West, N.M.P.M. for all formations and or pools developed on 320-acre spacing. Said units are to be dedicated to its Cougar Com 5 Well No. 2 to be drilled to a depth sufficient to test all formations to the base of the Mesaverde formation, Basin-Dakota Gas Pool, at a standard location in the SE/4 of said Section 5. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 10.5 miles northwest of Lindrith, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mona Binion (Land)	10 Minutes	Approximately 5
John Steuble (Engineer)	10 Minutes	Approximately 3

PROCEDURAL MATTERS

McElvain has none at this time.

Michael H. Feldewert Attorney for McElvain Oil & Gas Properties, Inc.